



Forward Through Balance
2023 Annual Report



Contents

About Interchange Recycling	2
Letter from the Chair	3
2023 Board of Directors	4
Forward Through Balance	5
Communications & Public Outreach	8
Consumer Awareness	15
Key Collaborations	18
Collection Event Summary	19
Collection Network Performance	20
Accessibility	26
Capture Rates in 2023	29
Product Collection	30
End Fate for Products Collected	31
Product Management	32
Collections by Regional District	33
Summary of 2023 Collections & Consumer Returns	34
Appendix A - Recycling Centre Locations by City	35
Appendix B - Financial Report & Independent Auditor's Report	39
Appendix C - Independent Reasonable Assurance Report	57

About Interchange Recycling

Who We Are

Interchange Recycling—the trade mark and trade name of the British Columbia Used Oil Management Association—is a not-for-profit society that operates a province-wide program dedicated to supporting the collection and recycling of lubricating oil, oil filters, oil containers, antifreeze and antifreeze containers, from both the do-it-yourself market as well as the commercial and industrial markets.

Our goal is to provide British Columbians with an eco-friendly and cost-effective way to manage program materials by keeping them out of the environment and managing them at end of life. Each year, approximately 50 million litres of oil and antifreeze are collected and responsibly managed through our program.

Through close collaboration with our key stakeholders, Interchange Recycling helps prevent automotive fluids and materials from harming the environment and instead, turns them into something useful. Working together we're improving the environmental and economic outcomes of everyone. It's what we call moving forward through balance.

What We Do

Formed under the British Columbia Society Act in 2003, Interchange Recycling has operated a province-wide collection and recycling program for used oil, oil filters and used oil containers since August 2003 and for antifreeze since 2011. This collection program includes the do-it-yourself market as well as the commercial and industrial markets.

Interchange Recycling is managed by a multi-sector Board of Directors with representatives from various sectors, including manufacturing, automotive, retail, local government and the public at large. Interchange Recycling provides incentives to recyclers to ensure that oil, filters, antifreeze, and containers throughout BC are collected and managed. The collectors pick up the materials from generators and publicly accessible recycling centres across the province and deliver the materials to registered processors, where they are processed to the point that they can be reused or sold as raw material inputs for manufacturing or energy products.

How We Help

Year over year, we are becoming increasingly aware that throwing away or dumping oil products, not only harms the environment, but also wastes a valuable non-renewable resource. One of the unique features of the Interchange Recycling program is the significant environmental, economic and social benefits the program delivers. The management of program materials, through partnerships with the registered processors, has the potential to achieve goals and objectives in the areas of sustainability, circular economy, CO2 reductions, carbon offsets, zero waste and pollution prevention.

Our program and partners are an example of how a regulated EPR (Extended Producer Responsibility) program can support private sector innovation, using proven technologies, to develop economic growth and support a circular economy here in BC.

[Letter From The Chair

On behalf of Interchange Recycling, I am pleased to present the 2023 Annual Report.

This past year marked a significant period of transformation for our organization as we celebrated our 20th Anniversary with the introduction of our new brand. In June, we proudly transitioned from the British Columbia Used Oil Management Association to Interchange Recycling.

Our rebranding endeavor went beyond a mere name change. It involved a comprehensive process that enabled both the Board and Staff to delineate short and long-term objectives for our internal operations and external engagements. This strategic initiative positions us not only for the next 20 years but also for the years beyond.

Operationally, we continue to improve our network of public recycling centers, with a focus on enhancing infrastructure such as our modified sea containers to facilitate the safe collection of program materials. In addition, we awarded 12 new infrastructure grants to facilities across BC and supported six residential collection events.

Our flagship Ambassador Tour made a successful comeback in 2023. The Interchange Recycling community engagement team traversed the province throughout the summer, attending 16 automotive and family-focused events and visiting seven return collection facilities.

The sustained success and growth of Interchange Recycling has positioned us as a global leader in our field. Consequently, we have been approached to provide consultation to several countries in their development of Extended Producer Responsibility (EPR) programs. Moreover, we are exploring opportunities for expansion within Canada, with plans underway for the launch of our first program outside of British Columbia, coinciding with the coming launch of EPR in Yukon.

Undoubtedly, 2023 was a year marked by purposeful growth for Interchange Recycling. With a steadfast Board of Directors and a dedicated senior management team at the helm, we are confident in our ability to sustain this momentum and achieve even greater success in the years ahead.

Brian Ahearn

Board Chair, Interchange Recycling



[2023 Board of Directors

Brian Ahearn, Chair
Oil Industry

Lonnie Cole, Secretary
Filter Industry

Natalie Zigarlick, Treasurer
Public Member

Don Hetherington
Mr. Lube Canada

Dan Higgins
Canadian Tire

Sam DeGuilio
Antifreeze Industry

Vincent Gauthier
Petro-Canada Lubricants Inc.

Irfaan Hasham
Global Automakers of Canada

Gord Klassen
City of Fort St. John

Loulia Kouchaji
Honda Canada

Wayne Marees
Oil Industry



Missing: Irfaan Hasham, Gord Klassen & Loulia Kouchaji



Forward Through Balance

At Interchange Recycling, we prevent automotive fluids and materials from harming the environment and turn them into something useful. And more importantly, we balance the industry's financial health and the health of everyone else. Efficiency, effectiveness, and continuous improvement are the keys to our balance, which means bringing on new partners, more materials and refining our process.

Our scale never rests. Our balance is never still. People need to move and progress must be made but not at the cost of our planet. Because the only acceptable results are better environmental and economic outcomes for everyone.

For the next century, we believe the only path is forward through balance.

[A New Look For Our 20th Anniversary



At our Annual General Meeting on June 9, 2023, the BC Used Oil Management Association (BCUOMA) became Interchange Recycling.

Why the change? On our 20th anniversary, we took the opportunity to look ahead to the next 20 years and beyond, and it became clear that our old name wasn't going to serve us in the long term. We needed a name that better reflected our business, our members and our future.

The rebranding process helped us examine who we were as an organization and what we wanted to accomplish. You may be asking, why we chose the name Interchange. It's because we're always active. Like a major highway interchange, there is a constant flow of materials arriving into the market and coming back into our operations. Likewise, we direct the traffic for members, government, collectors & processors, public recycling centres, and of course, the general public. In short, we move forward through balance.

While the name has changed, our primary business hasn't. As Interchange Recycling, we remain committed to working with the same members, collectors and processors but as times and needs change, we know we may need to collaborate with more people too. Our goal is to help business and industry achieve better environmental outcomes for everyone.



CEO David Lawes with the International Panel of Speakers at NUOMAAC 2023

International Collaboration

In 2023, Interchange Recycling reached new heights as we expanded our presence on the global stage. Our CEO, David Lawes, emerged as a sought-after authority, offering invaluable advice and insights to organizations worldwide as they navigated the complex landscape of Extended Producer Responsibility (EPR) legislation. Through consultations and collaborations, we had the privilege of contributing to the growth of numerous initiatives, paving the way for a more sustainable future on a global scale.

At Interchange Recycling, we are deeply grateful for the opportunity to share our knowledge and expertise, empowering organizations to embrace responsible stewardship and adopt innovative solutions. As we continue to champion sustainability initiatives worldwide, we remain committed to driving positive change and inspiring progress in every community we serve.

Communications & Public Outreach

In addition to maintaining a comprehensive online presence, Interchange Recycling is dedicated to utilizing various educational and communication channels to ensure widespread awareness of our program. Our website serves as a central hub for accessing timely and pertinent information about used oil and antifreeze recycling, providing visitors with easy access to resources, FAQs, and program updates.

Furthermore, we employ traditional outreach methods such as information brochures, inclusion in municipal recycling calendars, and showcasing informative table top displays and other visual aids at community events and public venues. These tangible materials serve as invaluable tools for engaging directly with the public, offering clear and concise messaging about the importance of proper recycling practices.

Recognizing the importance of social media in modern communication, Interchange Recycling actively leverages platforms like Facebook to connect with a wider audience and disseminate program information. Through regular updates, engaging content, and interactive features, we strive

to foster ongoing dialogue, raise awareness, and encourage participation among community members.

We also actively engage with media outlets to amplify our messaging and reach broader audiences, working closely with journalists and reporters to share stories, updates, and key information about our recycling program through press releases and interviews. Cultivating strong relationships with media partners across various platforms—print, broadcast, and online—results in consistent coverage and visibility in local, regional, and national news outlets. Through strategic media relations, Interchange Recycling effectively communicates our mission, achievements, and initiatives to the public, further reinforcing our commitment to environmental stewardship and community engagement.

Employing a multifaceted approach that combines online resources, traditional outreach methods, and social media engagement, helps ensure the public remains informed and empowered to make environmentally responsible choices regarding used oil and antifreeze recycling.

[2023 Awareness Campaign

Channels

TV, Outdoor, Digital,
Social, Search

Estimated Impressions

24
million+

TV Ad



Brand Campaign

Social & Digital Ads

Recycle used oil, filters, antifreeze & containers with us and leave the wishing for shooting stars and birthday candles.



interchangerecycling.com

Used oil can be new again.

[Learn More](#)



Like



Comment



Share



interchangerecycling

sponsored post



[Learn More](#)



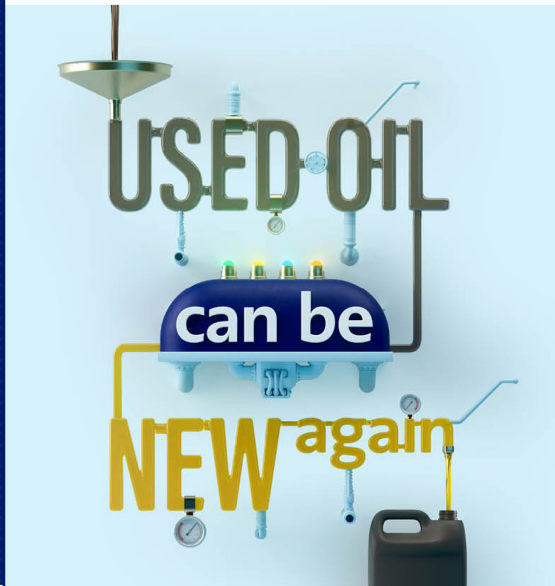
interchangerecycling Don't waste your wishes on used oil. Recycle it and go back to what's really important like finding your socket wrench.



Interchange Recycling

Sponsored •

What's old is new again. Just get used oil, filters, antifreeze & containers to us and our fancy machines will do the rest.



Bus Ad



2023 Public Relations

29

Press Releases Sent

18 million+

Estimated Reach

128

Print, digital, broadcast
and social media mentions

2023 Ambassador Tour

Our community engagement team travelled around the province in 2023, attending 16 high-visibility events and visiting seven Return Collection Facilities between June and September. The Tour helped to increase awareness for our program and inform people of the locations of used oil recycling facilities.

The Ambassador Tour also received free media coverage that reached more than 124,000 British Columbians.



Consumer Awareness

With over two decades of operation in British Columbia, Interchange Recycling has established a highly successful program with consistently impressive recovery rates. While a significant portion of the products collected originate from commercial facilities, our communications campaigns primarily target consumers who manage their own oil or antifreeze changes and utilize our extensive network of public recycling centres across the province. In 2023, our annual survey revealed an increase in awareness among this group, reinforcing our commitment to educating DIYers across BC about the importance of recycling their used oil responsibly.

Furthermore, we recognize that a majority of vehicle-owning British Columbians actively participate in our program without explicit awareness. By patronizing licensed facilities connected to Interchange Recycling's commercial collection network, they unknowingly contribute to responsible material management and recycling. As part of our ongoing communications strategy, we aim to engage with these program users, affirming their environmentally conscious actions and encouraging continued participation.

To ensure the efficacy of our efforts and maintain accurate insights into consumer behaviour, Interchange Recycling actively participates in and financially supports the biennial consumer awareness survey conducted by the Stewardship Agencies of BC (SABC). Additionally, we conduct our own annual survey in collaboration with an independent third-party survey provider. Employing comprehensive methodology, both surveys encompass respondents from diverse geographical regions and demographic backgrounds, enabling us to gather robust and reliable data essential for refining our outreach strategies and optimizing program impact.

66%
Actual

65%
Target

Program Awareness

RCF Users

(Residents who currently have materials to recycle)

“ Are you aware there is a program that recycles used motor oil and antifreeze in British Columbia?”

Program Use

General Public

“ Have you used the program through a mechanic, lube shop or other facility to recycle your used motor oil and antifreeze in British Columbia?”

82%

Actual

70%

Target

Key Collaborations



UOMAs (Used Oil Management Association)

Interchange Recycling works closely in partnership with eight other provincial programs through the national working group, the National Used Oil Material and Antifreeze Advisory Council (NUOMAAC) which coordinates the Canada-wide used oil and antifreeze materials recycling effort and encourages national standards. The UOMA industry-led stewardship program model works in close collaboration to achieve environmental, economic and socio-economic successes across Canada.



Stewardship Agencies of BC (SABC)

Interchange Recycling is an active member of the Stewardship Agencies of British Columbia (SABC), an informal alliance of industry product stewardship organizations. SABC works with government, service providers and other stakeholders to ensure B.C.'s extended producer responsibility model is successful and cost effective.



Indigenous Zero Waste Technical Advisory Group (IZWTAG)

Interchange Recycling is proud to have been the first Associate Member of the Indigenous Zero Waste Technical Advisory Group (IZWTAG), a non-profit society dedicated to supporting zero waste systems in all First Nation communities in BC. In 2023, Interchange Recycling worked with IZWTAG to ensure used oil and other program products were safely managed in First Nation communities and responsibly recycled.



RCBC Recyclepedia Database & Information Hotline

As part of our commitment to always ensuring access to key program information, Interchange Recycling helps fund the Recycling Council of BC's hotline and Recyclepedia database. Consumers looking to have their recycling questions answered can call the hotline at 1-800-667-4321 or download the Recyclepedia app.

Collection Event Summary

In 2023, Interchange Recycling was proud to provide funding through our grant program to Regional Districts, municipalities, and other groups to support the following community collection events:

Date	Location/City	Regional District/Municipality
March 14	Sicamous	Columbia Shuswap Regional District (CSRD)
March 14	Sorrento	Columbia Shuswap Regional District (CSRD)
March 16	Silverton	Regional District of Central Kootenay (RDCK)
March 16	Kaslo	Regional District of Central Kootenay (RDCK)
March 16	Salmo	Regional District of Central Kootenay (RDCK)
June 9	Creston	Regional District of Central Kootenay (RDCK)

These community collection events are a great way for residents to safely return any materials and hazardous waste they have been storing in their homes and are unsure what to do with. Interchange Recycling is often one of several stewardship programs participating in the event.

Interchange Recycling collected **49,823,206 litres** of used oil in 2023.

We are very pleased to share that our used oil collection totals increased in 2023 by more than two million litres. This success is a testament to the continued efforts of all of our partners who help ensure the safe collection of program materials.



49.8 M

95%

of all the used oil and antifreeze collected in BC come from commercial facilities such as service stations, lube shops and large commercial operations (e.g., mining, forestry and agriculture).

Our large network of generators operate across nine designated zones in BC and are typically serviced by a registered Interchange Recycling collector that has a service agreement with that facility. The collectors ensure that the only acceptable end uses for materials must be environmentally sound and in compliance with the regulation.



**Most British Columbians
recycle their oil without
even knowing it!**

Collection Network Performance

If you get your oil changed at a lube shop or by a mechanic, you are already doing your part to make sure your used oil stays out of the ecosystem. Only a small amount—approximately 5% of the total used oil and antifreeze collected in BC—comes from consumers that change their own oil/antifreeze or small commercial operators that choose to use the free consumer drop-off system.

For consumers that choose to change their own oil or antifreeze, Interchange Recycling has a province-wide network of registered public recycling centres that provide consumers with free access for recycling of program materials.

In 2023, there were 288 recycling centres located in high traffic retail locations, industrial sites, multi-material private depots (bottle depots) and local government recycling/landfill sites.

Each year we look to identify areas of the province that need new facilities and work to find a partner in that area to support. Through the awarding of infrastructure grants, Interchange Recycling ensures each facility has the right equipment to manage program materials. In 2023, a total of 12 grants were awarded.

Year	Number of Facilities
2023	288
2022	289
2021	286
2020	273
2019	274

(Note: Appendix 'A' lists the recycling centres by Community.)



12 Grants

were awarded in 2023 to support facilities across BC.

[Collection Network Performance

99.4% of British Columbians currently have reasonable access to a recycling location. Interchange Recycling continues to work with recycling centre operators to ensure all public facilities are safe and secure by providing grants for new infrastructure such as modified sea containers with spill containment, collection tanks and consumer friendly signs.

Given the low product volumes represented by consumer collection, accessibility to recycling (see Page 26) is considered a more meaningful Interchange Recycling performance measure for this stream than the level of product recovery.

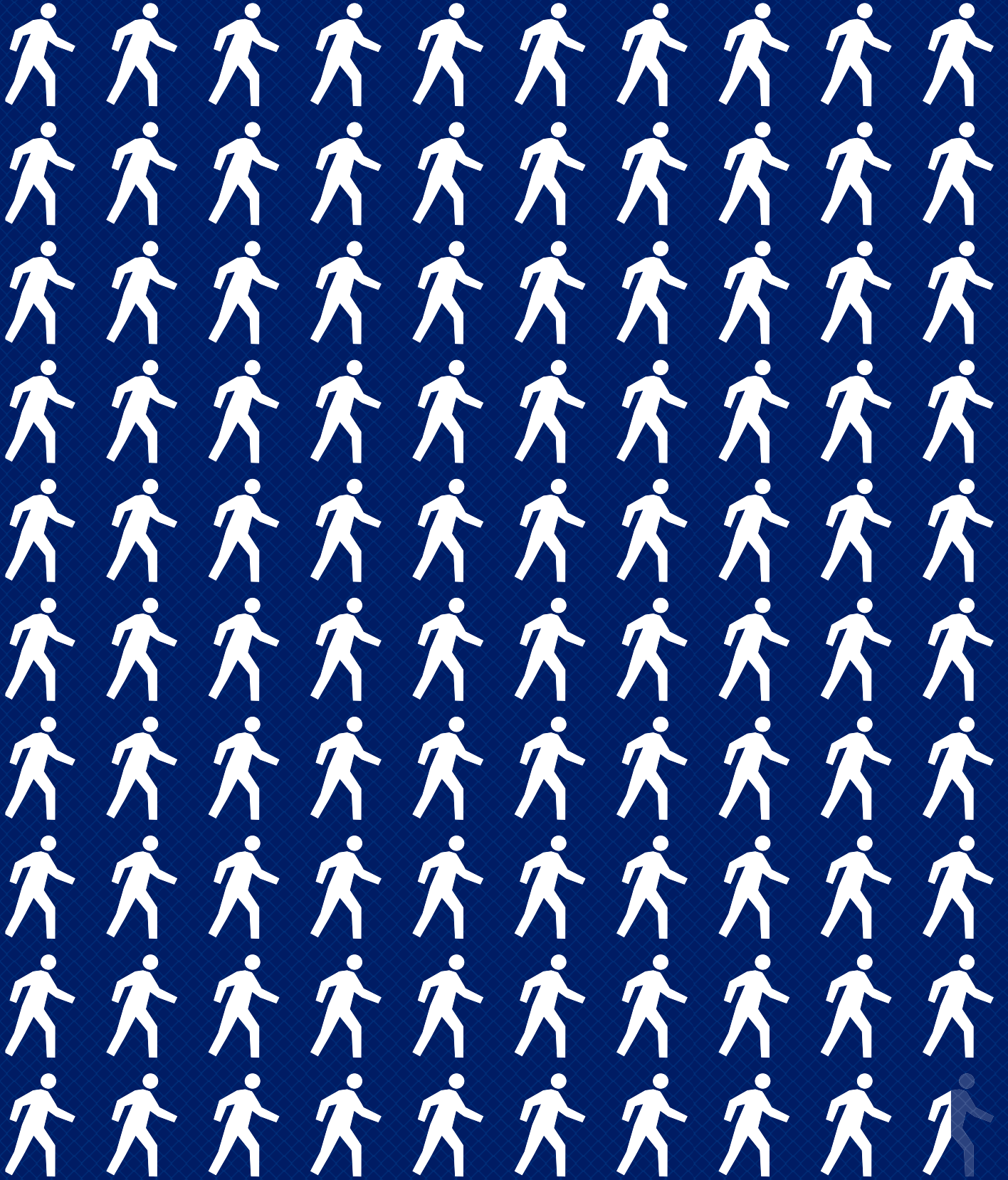
Interchange Recycling participates in the annual SABC Waste Characterization studies conducted at various local government waste facilities across the province. In 2023 a study was completed in the Regional District of Kootenay Boundary. We are proud to report that this study once again indicated that insignificant quantities of Interchange Recycling materials were being disposed of improperly.

Accessibility

Ensuring that all British Columbians have reasonable access to a registered facility is a key goal for our organization. The Interchange Recycling accessibility standard has been developed to ensure that at least 95% of the BC population has access to a registered facility that accepts program materials. This standard is based on the following model:

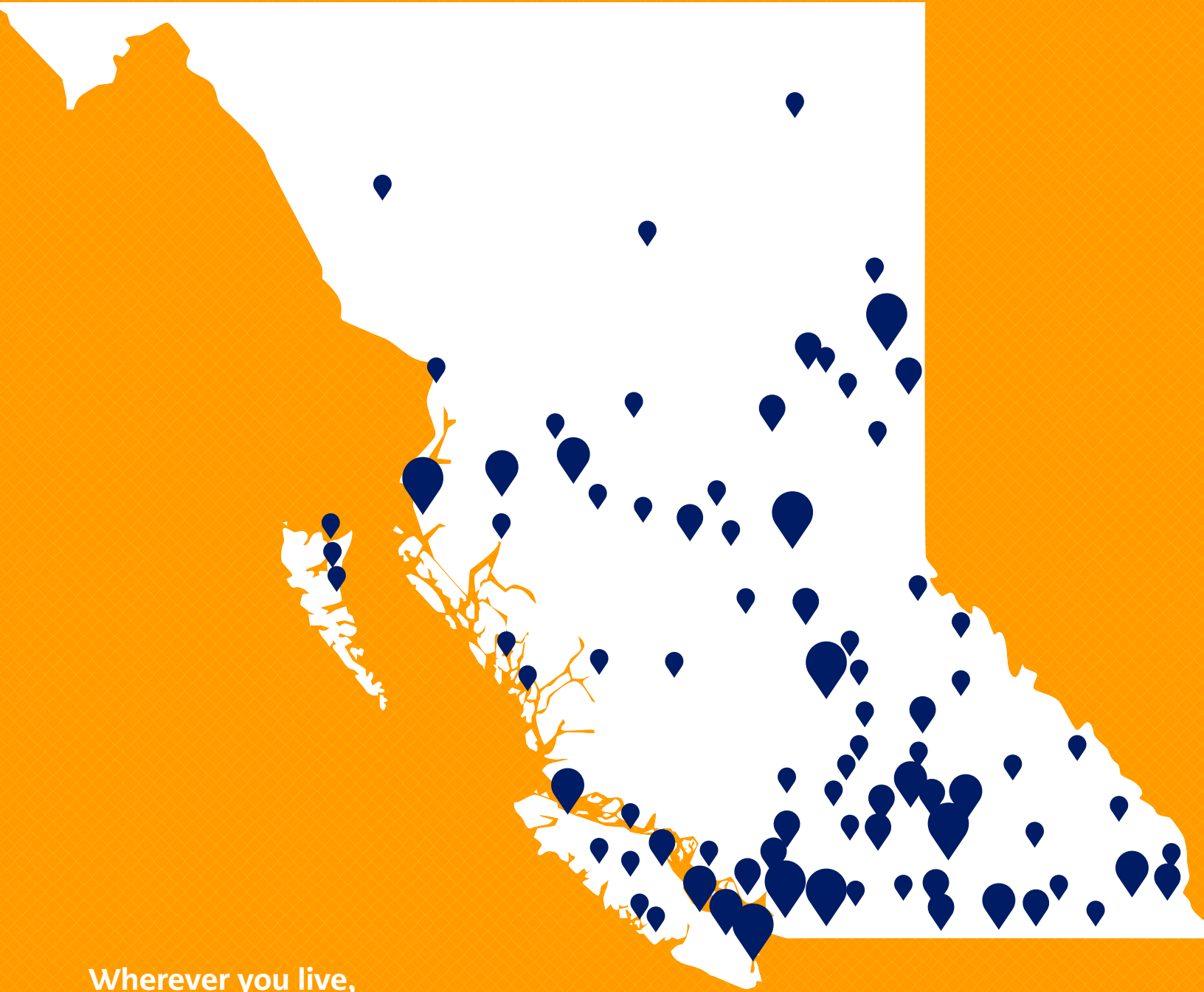
Community Type	Enhanced Service Level (target)
City, High Industrial	Minimum one facility
City, Low Industrial	Minimum one facility or one facility within a 15-minute drive
Town, High Industrial	Minimum one facility
Town, Low Industrial	Minimum one facility or one facility within a 15-minute drive or collection event
Village	Minimum one facility or one facility within a 30-minute drive or collection event
Other	Minimum one facility or one facility within a 30-minute drive or collection event as recommended by IZWTAG

In addition to our network of public recycling centres, we offer mobile collection services and community collection events as a way to ensure reasonable access to our program.



99.4%

of British Columbians have reasonable access to a registered return facility



Wherever you live,
Interchange Recycling is nearby.

99.4% of all British Columbians have access to a facility.
In larger centers, we have many locations.

Fewer
Facilities



More
Facilities

[Capture Rates in 2023

Used Oil



119.2%

Approved Target 92.2%
Proposed Target 98.9%

Filters



101.8%

Approved Target 87.0%
Proposed Target 92.9%

Containers



102.3%

Approved Target 85.7%
Proposed Target 86.7%

Used Antifreeze



59.7%*

Approved Target 54.4%
Proposed Target 52.9%

*Note: In 2021, the estimated amount of antifreeze that is consumed in use was reduced from 75% to 62.1% based on updated studies, resulting in a revised target capture rate for the year. The approved target using the previous consumed in use rate was 82.6%.

Approved Targets from EPR Plan approved in February 2021.
Proposed target from revised EPR Plan submitted in February 2023.

Product Collection

With over 20 years of history working in British Columbia, our product collection numbers consistently exceed the 75% benchmark identified in the Recycling Regulation.

Absolute collection for used oil, antifreeze, oil filters, used oil and antifreeze containers increased in 2023 by 4.4%, 3%, 7.3% and 1.4%. Product sales in 2023 decreased for oil, antifreeze, oil filters and oil and antifreeze containers by 10.4%, 28.9%, 11.3% and 8.8% respectively.

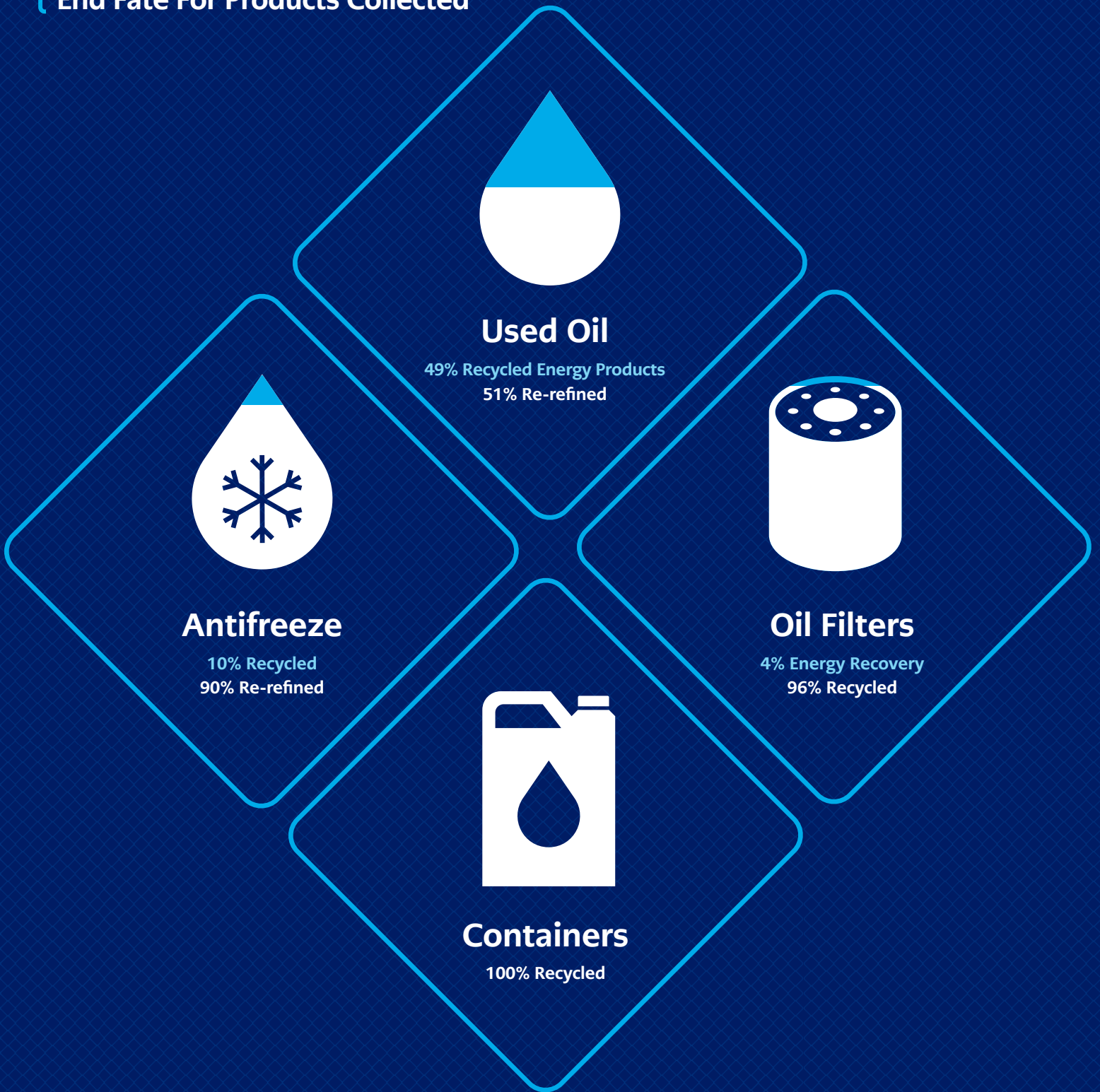
Product	Sold (2023)	Consumed in Use	Repurposed	Available for Collection	Collected	Capture Rate
Used Oil (Millions of Liters)	79.8	23.4	14.6	41.8	49.8	119.2%
Filters (Millions of Units)	6.1	—	—	6.1	6.2	101.8%
Containers (Million Kgs)	1.7	—	—	1.7	1.8	102.3%
Used Antifreeze (Million of Liters)	10.3	6.4	—	3.9	2.3	59.7%*

Only a portion of every litre of oil and antifreeze sold is available for recovery because an estimated 29.3% of the oil and 62.1% of the antifreeze is consumed during use and an estimated 26% of oil not consumed in use is re-purposed each year and is not available for collection.

The collection results by Regional District are provided on Page 33.

*We will launch a new study on available for collection looking at lost in use or repurposed by owner as we believe our long-standing collection program is collecting everything available.

End Fate For Products Collected



In 2023, our focus on sustainable waste management continued, with collected materials being responsibly managed in accordance with the pollution prevention hierarchy.

At the request of the British Columbia Ministry of Environment and Climate Change Strategy, we have refined our reporting approach, omitting industry-specific terminology from our definitions, to better align with Section 8.2(d) of the BC Recycling Regulation, providing a descriptive account of the management of collected products. This ensures transparency and accountability in our efforts to prioritize pollution prevention strategies and promote environmental stewardship.

[Product Management

Collected products are managed in accordance with the Pollution Prevention Hierarchy as outlined in the BC Recycling Regulation.



Used Oil

Oil previously sold as lubricating oil is collected and re-refined into new lubricating oil. Some oil is collected, transformed and used as an industrial product. This includes re-refining and use as a fuel for pulp mills, cement kilns, asphalt plants and other uses that meet the Hazardous Waste Regulation or applicable government standards in other states or provinces, such as for mining explosives or exploration drilling.



Used Oil Filters

Metal filters are collected and recycled back into new metal products like rebar, nails, and wire. The paper elements are processed through an oil recovery system with the residual being managed in a waste to energy facility.



Used Oil & Used Antifreeze Containers

Plastic and metal containers are recycled into new plastic and metal products. Interchange Recycling is proud of the fact that both used antifreeze and empty containers are processed and recycled at facilities right here in British Columbia. Managing these products locally provides significant environmental, economic and social benefits that support our transition to a more sustainable and Circular Economy.



Used Antifreeze

Antifreeze previously sold as an antifreeze product is recycled and reused as an antifreeze product. Antifreeze processors are already actively involved in processing used antifreeze to the point where an additive package can be included, and the recycled antifreeze can again be sold as automotive antifreeze.

2023 Collections by Regional District

Regional district	Oil		Filters		Containers		Antifreeze	
	Litres	Ltr per capita	Units	Units Per Capita	Kg	Kg Per Capita	Litres	Ltr Per Capita
Alberni-Clayoquot	249,907	6.91	34,948	0.97	10,758	0.30	15,605	0.43
Bulkley-Nechako	1,039,099	25.20	124,947	3.03	53,970	1.31	27,416	0.66
Capital	3,162,046	6.91	442,197	0.97	136,120	0.30	197,450	0.43
Cariboo	1,344,048	19.91	153,509	2.27	71,813	1.06	54,485	0.81
Central Coast	298	0.08	-	-	-	-	-	-
Central Kootenay	1,438,292	21.55	157,697	2.36	34,705	0.52	26,757	0.40
Central Okanagan	2,737,051	11.07	325,297	1.32	97,542	0.39	140,761	0.57
Columbia-Shuswap	815,820	13.30	94,367	1.54	25,833	0.42	32,711	0.53
Comox	541,562	6.91	75,735	0.97	23,313	0.30	33,817	0.43
Cowichan Valley	663,792	6.91	92,828	0.97	28,575	0.30	41,450	0.43
East Kootenay	1,503,919	21.55	164,893	2.36	36,289	0.52	27,978	0.40
Fraser Valley	2,380,252	6.63	312,869	0.87	80,912	0.23	124,012	0.35
Fraser-Fort George	2,141,165	20.15	245,026	2.31	113,179	1.06	84,494	0.80
Kitimat-Stikine	1,094,564	25.90	132,291	3.13	56,684	1.34	27,296	0.65
Kootenay-Boundary	757,281	21.55	83,030	2.36	18,273	0.52	14,088	0.40
Metro Vancouver	19,301,435	6.54	2,545,058	0.86	655,068	0.22	1,006,041	0.34
Mount Waddington	123,435	10.11	15,183	1.24	6,230	0.51	4,452	0.36
Nanaimo	1,267,070	6.91	177,194	0.97	54,545	0.30	79,121	0.43
North Coast	21,195	1.06	2,379	0.12	1,019	0.05	491	0.02
North Okanagan	1,149,596	11.70	135,467	1.38	39,516	0.40	54,979	0.56
Northern Rockies	258,534	52.35	22,732	4.60	4,905	0.99	8,286	1.68
Okanagan-Similkameen	1,047,563	11.07	124,502	1.32	37,332	0.39	53,874	0.57
Peace River	3,616,280	52.35	317,970	4.60	68,610	0.99	115,909	1.68
qathet	225,966	10.11	27,795	1.24	11,404	0.51	8,150	0.36
Squamish-Lillooet	393,846	7.62	50,255	0.97	14,158	0.27	19,859	0.38
Stikine	19,010	25.90	2,298	3.13	984	1.34	474	0.65
Strathcona	409,606	7.77	54,883	1.04	18,690	0.35	21,821	0.41
Sunshine Coast	344,223	10.11	42,341	1.24	17,373	0.51	12,415	0.36
Thompson-Nicola	1,776,350	11.39	210,180	1.35	62,131	0.40	88,007	0.56
British Columbia	49,823,206		6,167,873		1,779,930		2,322,200	

Summary of 2023 Collection & Consumer Returns

Regional district	Used Oil (L)			Used Antifreeze (L)		
	Total Collected	Consumer Returns	Drop-off	Total Collected	Consumer Returns	Drop-off
Alberni-Clayoquot	249,907	35,013	14%	15,605	472	3%
Bulkley-Nechako	1,039,099	32,890	3%	27,416	-	0%
Capital	3,162,046	164,561	5%	197,450	10,584	5%
Cariboo	1,344,048	142,150	11%	54,485	6,125	11%
Central Coast	298	6,390	2147%	-	-	0%
Central Kootenay	1,438,292	35,500	2%	26,757	2,600	10%
Central Okanagan	2,737,051	113,249	4%	140,761	6,082	4%
Columbia-Shuswap	815,820	60,850	7%	32,711	5,215	16%
Comox	541,562	19,394	4%	33,817	1,649	5%
Cowichan Valley	663,792	116,347	18%	41,450	8,872	21%
East Kootenay	1,503,919	56,570	4%	27,978	1,750	6%
Fraser Valley	2,380,252	309,521	13%	124,012	5,782	5%
Fraser-Fort George	2,141,165	82,147	4%	84,494	6,030	7%
Kitimat-Stikine	1,094,564	56,630	5%	27,296	1,845	7%
Kootenay Boundary	757,281	34,938	5%	14,088	3,984	28%
Metro Vancouver	19,301,435	755,307	4%	1,006,041	52,117	5%
Mount Waddington	123,435	8,200	7%	4,452	205	5%
Nanaimo	1,267,070	31,520	2%	79,121	2,097	3%
North Coast	21,195	54,165	256%	491	410	84%
North Okanagan	1,149,596	91,373	8%	54,979	733	1%
Northern Rockies	258,534	-	0%	8,286	-	0%
Okanagan-Similkameen	1,047,563	83,600	8%	53,874	3,638	7%
Peace River	3,616,280	136,285	4%	115,909	7,817	7%
qathet	225,966	13,700	6%	8,150	400	5%
Squamish-Lillooet	393,846	38,705	10%	19,859	1,035	5%
Stikine	19,010	-	0%	474	-	0%
Strathcona	409,606	45,130	11%	21,821	4,009	18%
Sunshine Coast	344,223	18,650	5%	12,415	1,020	8%
Thompson-Nicola	1,776,350	131,521	7%	88,007	8,200	9%
Total	49,823,206	2,674,306	5%	2,322,200	142,669	6%

Appendix

A

Recycling Centre
Locations By City

Full details about each collection location, including hours of operation and materials collected, can be found on the Find A Recycling Centre page on our website at www.interchangerecycling.com/find-a-location

Appendix A

Recycling Centre Locations By City

100 MILE HOUSE

Castle Fuels (2008) Inc. (100 Mile House)
Gold Trail Recycling Ltd

150 MILE HOUSE

150 M+S Tire & Service Centre

70 MILE HOUSE

70 Mile House Eco-Depot (TNRD)

ABBOTSFORD

C M Klassen Holdings Inc.
GFL Environmental Depot (Abbotsford)
Great Canadian Oil Change - Abbotsford

ALERT BAY

Alert Bay Transfer Station

ANACONDA

Greenwood Saw To Truck Repairs

ARMSTRONG

Arjun Esso

BELLA BELLA

Heiltsuk Environmental Services

BELLA COOLA

Thorsen Creek Recycling Center (CCRD)

BLUE RIVER

Blue River Eco-Depot (TNRD)

BOWEN ISLAND

Bowen Island Municipality Recycling Depot

BURNABY

City of Burnaby Eco-Depot
Mr. Lube #141 (Burnaby - Hastings St)
Mr. Lube #201 (Kingsway Ave)

BURNS LAKE

Burns Lake Automotive Supply Ltd. (Burns Lake)
Polar Park Auto (Napa 8740)

CACHE CREEK

Boston Flats Eco Depot

CAMPBELL RIVER

Campbell River Waste Management Centre (CXRD)
Discovery Harbour Authority
Ironwood Auto Technicians
North Island Lube Ltd.

CASTLEGAR

Ernie's Used Auto Parts

CHASE

Integra Tire Auto Center

CHEMAINUS

GFL Environmental Depot (Chemainus)

CHILLIWACK

Chilliwack Bottle Depot
Chilliwack Ford Sales (1981) Ltd.
Fraser Valley Tireland
Great Canadian Oil Change (Chilliwack - Alexander Ave)
Great Canadian Oil Change (Chilliwack - Vedder Rd)
Greendale Motors Ltd.
Jiffy Lube #1090 (Chilliwack)
Mertin Pontiac Buick
Midas Auto Service (Chilliwack)
O'Connor Chrysler
OK Tire Store (Chilliwack) Ltd.

CHRISTINA LAKE

Christina Lake Mechanical Ltd.
Laketime Services

CLEARWATER

Clearwater Eco-Depot (TNRD)
Fleetwest Enterprises Ltd.

CLINTON

Clinton Eco-Depot (TNRD)

COBBLE HILL

Chapman Motors Ltd.
Fisher Road Recycling

COMOX

Comox Valley Harbour Authority

COOMBS

Highway 4 Auto Salvage

COQUITLAM

Mr. Lube #159 (Coquitlam - Barnet Hwy)
United Boulevard Recycling and Waste Centre

CORTES ISLAND

Cortes Island Waste Management Center (CXRD)

COURTENAY

Courtenay Kia
Glenn's Import & Domestic Auto Service
Great Canadian Oil Change (Courtenay)
Mr. Lube #177 (Courtenay/Comox)
Rice Toyota Courtenay
Seeco Automotive

CRANBROOK

Castle Fuels (2008) Inc. (Cranbrook)
Cranbrook Depot (RDEK)
Denham Ford BC Ltd. (2018)
Great Canadian Oil Change (Cranbrook)

CUMBERLAND

Comox Valley Waste Management Centre (CXRD)

DAWSON CREEK

Great Canadian Oil Change (Dawson Creek)
Great Canadian Oil Change_ Alaska Ave_Dawson Creek
Peace Country Petroleum Sales Ltd. (Dawson Creek)

DELTA

Bridgeview Marine Ltd. - Delta
Shortstop Auto Service / Big O Tire
Vancouver Landfill

DENMAN ISLAND

Denman Island Recycling Depot (CXRD)

DEROCHE

Leq'a:mel First Nation Transfer Station

DUNCAN

Bings Creek Recycling Centre
Canadian Tire #466 (Duncan)
GFL Environmental Depot (Duncan)
Great Canadian Oil Change (Duncan)
Island Hose & Hydraulic (1994) Ltd.
Island Tractor & Supply

ELKFORD

Elkford Transfer Station - Inkaneep Rd

FERNIE

Day Auto Electric
Fernie Waste Transfer Station (RDEK)
Woz Mechanical Ltd.

FORT NELSON

Dalex Auto Services
Wide Sky Disposal

FORT ST. JAMES

Riverside Repairs

FORT ST. JOHN

Canadian Tire #363 (Fort St. John)
Fort St. John Co-op Association (Fort St John - 100 Ave)
Fort St. John Co-op Association (Fort St John - 91 Ave)
GFL Environmental Liquids West
Smith Fuel Services Ltd.

FORT WARE

Kwadacha Nation Eco Depot

FRASER LAKE

Fraser Lake Automotive & Recycling
Fraser Lake AutoSense

GABRIOLA ISLAND

Gabriola Island Recycling Organization (GIRO)

GANGES

Harbour Authority of Saltspring Island

GIBSONS

Kenmac Parts
Norris Oil Sales Ltd.

GITWINKSIHLKW

Nisga'a Nation Waste Management Centre)

GOLD BRIDGE

Gold Bridge Transfer Station (SLRD)

Appendix A

Recycling Centre Locations By City

GOLD RIVER

Gold River Waste Management Center (CXRD)

GOLDEN

Columbia Diesel Ltd.
Castle Fuels (2008) Inc. (Golden)
Golden Landfill (CSRDI)

GRAND FORKS

GFL Environmental Depot (Grand Forks)

GREENWOOD

Greenwood Auto Centre Ltd.

HEFFLEY CREEK

Heffley Creek Eco-Depot (TNRD)

HOPE

Gardner Chevrolet Oldsmobile Pontiac Buick

HORSEFLY

Caron Horsefly Service Ltd. (Race Trac Gas)

HOUSTON

Four Rivers Co-op (Houston)
Sullivan Motor Products

HUDSON'S HOPE

Hudson's Hope Transfer Station (PRRD)

INVERMERE

Castle Fuels (2008) Inc. (Invermere)

KAMLOOPS

Castle Fuels (2008) Inc. (Kamloops)
Dearborn Motors Ltd.
Jaxsen - Pacific Marine and Motorsport
Mr. Lube #8 (Kamloops - Briar Ave)
North-Wood Environmental Services-Kamloops

KELOWNA

Desert Cardlock Fuel Services Ltd. (Kelowna)
Great Canadian Oil Change (Kelowna - Harvey Ave.)
Great Canadian Oil Change (Kelowna - Richter St.)
Jiffy Lube #1080 (Kelowna - Harvey Ave)
Take 5 Oil Change

KEREMEOS

Keremeos Transfer Station (RDOS)

KIMBERLEY

Kimberly Transfer Station (RDEK)

KITIMAT

Kal Tire (Kitimat)

KLEMTU

Kitasoo Band Council

LADYSMITH

Peerless Road Recycling Centre (CWVRD)

LAKE COUNTRY

Great Canadian Oil Change (Lake Country)

LAKE COWICHAN

Meade Creek Recycling Centre (CWVRD)

LANGFORD

GFL Environmental Depot (Victoria)
Great Canadian Oil Change (Langford - Langford Pkwy)
Race Rocks Automotive

LASQUETI ISLAND

Lasqueti Island Recycling Depot (qRD)

LIKELY

Likely Landfill (CBRD)

LILLOOET

Lillooet Landfill (SLRD)

LOGAN LAKE

Logan Lake Eco-Depot (TNRD)
Wolverine Auto Parts & Service

LOUIS CREEK

Louis Creek Eco-Depot (TNRD)

LOWER NICOLA

Lower Nicola Eco-Depot (TNRD)

LYTTON

Lytton Eco-Depot (TNRD)

MACKENZIE

Jepson Petroleum Ltd. (Mackenzie)
Mackenzie Regional Landfill (FFGRD)

MADEIRA PARK

Kleindale Supply Ltd.

MAPLE RIDGE

Ridge Meadows Recycling Society

MASSET

TLC Automotive Services Ltd.

MCBRIDE

JNR Auto Services
McBride Regional Transfer Station (FFGRD)

MISSION

Mission Recycling Depot

MOUNT CURRIE

Lil'wat Nation Public Works Yard

NAKUSP

NAPA Auto Parts (Nakusp)

NANAIMO

GFL Environmental Depot (Nanaimo)
Gold Automotive Ltd.
Great Canadian Oil Change (Nanaimo - Island Hwy)
Great Canadian Oil Change (Nanaimo - Metral Dr)
Harris Mazda
Mr. Lube #93 (Nanaimo)
MTB Auto Service

NAZKO

Nazko Landfill (CBRD)

NELSON

Nelson Leafs Recycling Center

NEW HAZELTON

Geraco Industrial Supplies

NIMPO LAKE

West Chilcotin Landfill (CBRD)

NORTH SAANICH

Gurton's Garage Ltd.

NORTH VANCOUVER

North Shore Recycling and Waste Centre

OAK BAY

Gartside Marine Engines Ltd.

OKANAGAN FALLS

G & R Auto

OLIVER

Oliver Landfill (RDOS)
T2 Market Recycling

OSOYOOS

Town of Osoyoos Sanitary Landfill

PARKSVILLE

Great Canada Oil Change (Parksville)
Parksville Petro-Canada (2016)
Surfside Automotive

PEMBERTON

NAPA Auto Parts (Pemberton)

PENDER ISLAND

Pender Island Recycling Depot

PENTICTON

Barry Beecroft Fuel Distributors Ltd.
Campbell Mountain Landfill (RDOS)
Great Canadian Oil Change (Penticton)
Jiffy Lube #1015 (Penticton)

PORT ALBERNI

Ace Automotive
Alberni District Co-operative Association
Alberni Valley Landfill (ACRD)
Canadian Tire #488 (Port Alberni)
Fisherman's Harbour
Pacific Chevrolet
Port Alberni Marine Fuels and Services
Sherwood's Auto Parts

PORT ALICE

Village of Port Alice Recycling Facility

PORT CLEMENTS

Island Solid Waste Management - Port Clements

Appendix A

Recycling Centre Locations By City

PORT HARDY

Dave Landon Motors Ltd.
E.J. Klassen GM Motorcade
NAPA Auto Parts (Port Hardy)
Port Hardy Harbour Authority

PORT MCNEILL

7 Mile Landfill and Recycling Center (RDMW)
Furney Distributing Limited
V-Echo Restorations

POWELL RIVER

Sunshine Disposal and Recycling

PRESPATOU

Fort St John Co-op Association (Prespatou)

PRINCE GEORGE

A-Star Automotive Recycling Ltd.
Canadian Tire #360 (Prince George)
Cummings Road Regional Transfer Station
Foothills Boulevard Regional Landfill (FFGRD)
Four Rivers Co-op (Prince George)
Four Rivers Coop-Hartway Drive_PG
Great Canadian Oil Change (Prince George - 15 Avenue)
Great Canadian Oil Change (Prince George - Austin Rd)
Jepson Petroleum Ltd. (Prince George)
Mr. Quick Lube & Oil (Prince George - George Street)
Mr. Quick Lube & Oil (Prince George - Hart Hwy)
OK Tire (Prince George)
Prince George Truck & Equipment
Quinn Street Regional Recycle Depot (FFGRD)
Vanway Regional Transfer Station (FFGRD)

PRINCE RUPERT

Bridgeview Marine Ltd. - Prince Rupert
Entire Automotive Services Ltd.
Frank's Auto Repair
Kal Tire (Prince Rupert)
MacCarthy Motors Ltd
Petro Canada (Prince Rupert - Marina)
Rainbow Chrysler Dodge Jeep Ltd.

PRINCETON

Princeton Landfill

PRITCHARD

South Thompson Eco-Depot (TNRD)

QUESNEL

Four Rivers Co-op (Quesnel)
Jepson Petroleum Ltd. (Quesnel)

REVELSTOKE

Revelstoke Refuse Disposal Facility (CSRD)

RICHMOND

Jiffy Lube #1088 (Richmond)
Richmond Recycling Depot

ROCK CREEK

Granton Motors Ltd.

SAANICHTON

Brentwood Auto & Metal Recyclers
D.L. Recycling
JOMA Environmental Ltd.

SALMON ARM

Castle Fuels (2008) Inc. (Salmon Arm)
Jiffy Lube #1078 (Salmon Arm)
Salmon Arm Landfill (CSRD)

SAVONA

Dawn's Service
Savona Eco-Depot (TNRD)

SAYWARD

Sayward Public Works (CXRD)

SECHELT

Columbia Fuels (Sechelt)

SIDNEY

Clair Downey Service
Tsehum Harbour Authority (Tenants Only)
Quality Brake & Muffler 2005 Ltd.

SKIDEGATE

Island Solid Waste Management - Skidegate

SMITHERS

Canadian Tire 631 (Smithers)
Glacier Toyota
Petro Canada (Smithers)

SOINTULA

Malcolm Island Recycling Depot

SPENCES BRIDGE

Spences Bridge Eco-Depot (TNRD)

SQUAMISH

Great Canadian Oil Change (Squamish)
Triton Automotive and Industrial Ltd. (NAPA)

STEWART

Petro-Canada (Stewart)

SUMMERLAND

District of Summerland Landfill

SURREY

Central Surrey Recycling and Waste Centre
Semiahmoo Bottle Depot
Titanium Ford

TAHSIS

Tahsis Waste Management Center (CXRD)

TAKLA LANDING

Takla Nation Eco-Depot

TELEGRAPH CREEK

Tahltan Band

TERRACE

Four Rivers Co-op (Terrace Cardlock)
Petro Canada (Terrace)

TOFINO

Method Marine Supply Co. Ltd
Tofino Harbour Authority

TRAIL

OK Tire (Trail)

TUMBLER RIDGE

District of Tumbler Ridge

UCLUELET

Columbia Fuels (Ucluelet) / Eagle Marine

VALEMOUNT

Valemount Regional Transfer Station (FFGRD)

VANCOUVER

False Creek Fuels
False Creek Harbour Authority
South Van Bottle Depot

VANDERHOOF

Four Rivers Co-op (Vanderhoof 2021)
P & H Supplies Ltd.

VERNON

Great Canadian Oil Change (Vernon - 27th Street)
Great Canadian Oil Change (Vernon - Anderson Way)
Interior Freight & Bottle Depot Ltd.

VICTORIA

Derick's Automotive Services
Great Canadian Oil Change (Langford-Millstream)
Great Canadian Oil Change (Victoria - Douglas St - Apr 2019)
Hartland Landfill (CRD)
Jiffy Lube #1075 (Victoria)
Mr. Lube #6 (Victoria - Douglas St)

WEST KELOWNA

Great Canadian Oil Change (West Kelowna)
Jiffy Lube #1043 (West Kelowna)
Mr. Lube #236 (West Kelowna)

WESTBANK

Big O Tires Westbank

WESTWOLD

Westwold Eco-Depot (TNRD)

WILLIAMS LAKE

Chap's Auto Body
Desert Cardlock Fuel Services Ltd. (Williams Lake)
Gary Young Agencies
Jepson Petroleum Ltd. (Williams Lake)
Lake City Ford Sales Ltd.

WHISTLER

S M D Automotive Ltd.
Local Automotive Co. Ltd.

WOSS

Woss Recycling Depot

ZEBALLOS

Ehattesaht First Nation

Appendix

B

Financial Report &
Independent Auditors Report

Financial Statements of

**BRITISH COLUMBIA USED OIL
MANAGEMENT ASSOCIATION**

(Operating as Interchange Recycling)

And Independent Auditor's Report thereon

Year ended December 31, 2023



KPMG LLP
800-730 View Street
Victoria, BC V8W 3Y7
Canada
Telephone 250 480 3500
Fax 250 480 3539

INDEPENDENT AUDITOR'S REPORT

To the Members of British Columbia Used Oil Management Association

Opinion

We have audited the financial statements of British Columbia Used Oil Management Association (the Entity), which comprise:

- the statement of financial position as at December 31, 2023
- the statement of operations for the year then ended
- the statement of changes in net assets for the year then ended
- the statement of cash flows for the year then ended
- and notes to the financial statements, including a summary of significant accounting policies (Hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Entity as at December 31, 2023, and its results of operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the "***Auditor's Responsibilities for the Audit of the Financial Statements***" section of our auditor's report.

We are independent of the Entity in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian accounting standards for not-for-profit organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.



In preparing the financial statements, management is responsible for assessing the Entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Entity to cease to continue as a going concern.



Page 3

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements

As required by Societies Act (British Columbia), we report that, in our opinion, the accounting policies applied in preparing and presenting the financial statements have been applied on a basis consistent with that of the preceding period.

A handwritten signature in black ink that reads 'KPMG LLP'. The signature is written in a cursive, slightly slanted style. Below the signature is a horizontal line that starts under the 'K' and ends under the 'P'.

Chartered Professional Accountants

Victoria, Canada

April 29, 2024

BRITISH COLUMBIA USED OIL MANAGEMENT ASSOCIATION

(Operating as Interchange Recycling)

Statement of Financial Position

December 31, 2023, with comparative information for 2022

	2023	2022
Assets		
Current assets:		
Cash	\$ 412,074	\$ 740,785
Accounts receivable (note 2)	4,716,965	4,713,092
Short-term investments (note 3)	9,717,213	9,885,627
Prepaid expenses	17,366	14,848
	<u>14,863,618</u>	<u>15,354,352</u>
Property and equipment (note 4)	63,300	108,277
	<u>\$ 14,926,918</u>	<u>\$ 15,462,629</u>

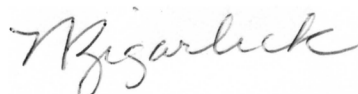
Liabilities and Net Assets

Current liabilities:		
Return incentives and return collection facilities incentives payable (note 5)	\$ 2,220,181	\$ 1,658,848
Accounts payable and accrued liabilities (note 6)	502,176	269,748
	<u>2,722,357</u>	<u>1,928,596</u>
Net assets:		
Unrestricted	2,372,965	3,535,656
Internally restricted	9,768,296	9,890,100
Invested in property and equipment	63,300	108,277
	<u>12,204,561</u>	<u>13,534,033</u>
Commitments (note 7)		
	<u>\$ 14,926,918</u>	<u>\$ 15,462,629</u>

See accompanying notes to financial statements.

On behalf of the Board:





BRITISH COLUMBIA USED OIL MANAGEMENT ASSOCIATION

(Operating as Interchange Recycling)

Statement of Operations

Year ended December 31, 2023, with comparative information for 2022

	2023	2022
Revenue:		
Environmental handling charges	\$ 15,431,977	\$ 16,383,273
Compliance reviews	209,827	163,427
Other income	88,561	44,760
	<u>15,730,365</u>	<u>16,591,460</u>
Expenses:		
Program costs - return collection facilities incentives and communications:		
Return collection facilities incentives	878,573	912,247
Communications	778,503	672,374
Depot infrastructure	478,997	353,301
Return collection facilities coordinator	164,055	152,114
	<u>2,300,128</u>	<u>2,090,036</u>
Program costs - return incentives and other:		
Return incentives	13,154,949	12,678,566
Legal fees (note 9)	371,206	130,366
Management and administration contracts (note 9)	203,721	143,381
Consulting	177,247	70,653
Technology and support	147,676	119,198
Compliance reviews	64,146	60,284
Sponsorships	24,466	22,447
Travel	15,578	11,624
	<u>14,158,989</u>	<u>13,236,519</u>
Administrative costs:		
Management and administration contracts (note 9)	743,734	576,129
Legal fees (note 9)	199,647	178,995
Office and general	187,307	112,040
Board	168,782	103,007
Rent	82,660	90,307
Audit fees	51,809	54,300
Amortization	44,977	51,560
	<u>1,478,916</u>	<u>1,166,338</u>
	<u>17,938,033</u>	<u>16,492,893</u>
Surplus (deficiency) from operations	(2,207,668)	98,567
Investment income (loss) (note 3)	878,196	(755,308)
Deficiency for the year	<u>\$ (1,329,472)</u>	<u>\$ (656,741)</u>

See accompanying notes to financial statements.

BRITISH COLUMBIA USED OIL MANAGEMENT ASSOCIATION

(Operating as Interchange Recycling)

Statement of Changes in Net Assets

Year ended December 31, 2023, with comparative information for 2022

	Unrestricted	Internally restricted	Invested in property and equipment	Total 2023	Total 2022
Balance, beginning of year	\$ 3,535,656	\$ 9,890,100	\$ 108,277	\$ 13,534,033	\$ 14,190,774
Deficiency for the year	(1,284,495)	-	(44,977)	(1,329,472)	(656,741)
Proceeds from investments, net	121,804	(121,804)	-	-	-
Balance, end of year	\$ 2,372,965	\$ 9,768,296	\$ 63,300	\$ 12,204,561	\$ 13,534,033

See accompanying notes to financial statements.

BRITISH COLUMBIA USED OIL MANAGEMENT ASSOCIATION

(Operating as Interchange Recycling)

Statement of Cash Flows

Year ended December 31, 2023, with comparative information for 2022

	2023	2022
Cash provided by (used in):		
Operations:		
Deficiency for the year	\$ (1,329,472)	\$ (656,741)
Items not involving cash:		
Amortization	44,977	51,560
Unrealized (gain) loss on investments	(809,127)	731,443
	<u>(2,093,622)</u>	<u>126,262</u>
Changes in non-cash operating working capital:		
Increase in accounts receivable	(3,873)	(249,328)
Increase in prepaid expenses	(2,518)	(3,536)
Increase (decrease) in return incentives and return collection facilities incentives payable	561,333	(78,871)
Increase in accounts payable and accrued liabilities	232,428	25,786
	<u>(1,306,252)</u>	<u>(179,687)</u>
Investing:		
Purchase of investments	(1,300,000)	-
Disposal of investments	2,277,541	-
	<u>977,541</u>	<u>-</u>
Decrease in cash	(328,711)	(179,687)
Cash, beginning of year	740,785	920,472
Cash, end of year	<u>\$ 412,074</u>	<u>\$ 740,785</u>

See accompanying notes to financial statements.

BRITISH COLUMBIA USED OIL MANAGEMENT ASSOCIATION

(Operating as Interchange Recycling)

Notes to Financial Statements

Year ended December 31, 2023

Nature of operations:

British Columbia Used Oil Management Association (“the Association”) was incorporated under the Society Act of the Province of British Columbia on March 18, 2003 and commenced active operations effective July 1, 2003. It was formed to establish and administer a waste minimization and recycling program under the Post-Consumer Residual Stewardship Program Regulation, B.C. Reg. 111/97. In 2004, the Post-Consumer Residual Stewardship Program Regulation, B.C. Reg. 111/97 was repealed and replaced by the Recycling Regulation, B.C. Reg. 449/2004. As a not-for-profit organization, the Association is exempt from income taxes, provided the requirements of Section 149(1)(l) of the Income Tax Act (Canada) continue to be met.

1. Significant accounting policies:

These financial statements have been prepared by management in accordance with Canadian accounting standards for not-for-profit organizations in Part III of the CPA Canada Handbook. The Association’s significant accounting policies are as follows:

(a) Revenue recognition:

The Association follows the deferral method of accounting for contributions. The Association recognizes environmental handling charges (“EHC”) when the lubricating oil, oil filters and oil containers are first sold by a registrant and when there is reasonable assurance of collection. Included in EHC revenue are amounts owed to the Association for unremitted EHC fees identified by the Association’s compliance review process. Amounts identified by the compliance review are recognized as revenue in the year in which the compliance review is completed.

The Association has internally restricted funds in investments to maintain sufficient cash resources for operational needs. Investment income earned on these funds is recognized as revenue in the year it is earned.

(b) Return incentives and return collection facilities incentives:

Return incentives (“RI”) and return collection facilities incentives (“RCF”) are recognized as incurred in the year when the lubricating oil and antifreeze materials are delivered to a registered processor’s facility by a registered collector and completed claim forms are received and accepted by the Association.

BRITISH COLUMBIA USED OIL MANAGEMENT ASSOCIATION

(Operating as Interchange Recycling)

Notes to Financial Statements (continued)

Year ended December 31, 2023

1. Significant accounting policies (continued):

(c) Cash and cash equivalents:

Cash and cash equivalents include cash on hand and short-term deposits, which are highly liquid with original maturities of less than three months from the date of acquisition.

(d) Property and equipment:

Property, plant and equipment are stated at cost, less accumulated amortization. Amortization is provided using the following methods and annual rates:

Asset	Basis	Rate
Computer software	Straight-line	5 years
Furniture and fixtures	Straight-line	5 years
Leasehold improvements	Straight-line	5 years

Assets are not amortized until available for use. The carrying amount of an item of property and equipment is tested for recoverability whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized when the asset's carrying amount is not recoverable and exceeds its fair value.

(e) Financial instruments:

The fair value of a financial instrument on initial recognition is normally the transaction price, which is the fair value of the consideration given or received. Subsequent to initial recognition, the fair values of financial instruments that are quoted in active markets are based on bid prices for financial assets. Transaction costs on financial instruments are recognized at fair value when incurred.

The Association's financial assets include cash, accounts receivable and investments. Cash and accounts receivable are initially recorded at fair value and subsequently accounted for at amortized cost using the effective interest rate method. Investments in guaranteed investment certificates are recorded at amortized cost and other investments are recorded at fair value. Unrealized gains and losses, dividends and interest income are included as investment income in the statement of operations. The Association's financial liabilities include RI and RCF incentives payable and accounts payable and accrued liabilities. All financial liabilities are initially measured at fair value, and subsequently accounted for at amortized cost using the effective interest rate method.

BRITISH COLUMBIA USED OIL MANAGEMENT ASSOCIATION

(Operating as Interchange Recycling)

Notes to Financial Statements (continued)

Year ended December 31, 2023

1. Significant accounting policies (continued):

(e) Financial instruments (continued):

All derivative instruments, including embedded derivatives, are recorded at fair value unless exempted from derivative treatment as a normal purchase and sale. The Association has determined that it does not have any derivatives and has not entered into any hedge transactions.

Financial assets are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. If there is an indicator of impairment, the Association determines if there is a significant adverse change in the expected amount or timing of future cash flows from the financial asset. If there is a significant adverse change in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount the Society expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future period, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value.

(f) Use of estimates:

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the year. Items subject to estimates and assumptions include the estimated useful lives of property and equipment, collectability of accounts receivable, estimates of return incentives and return collection facilities incentives paid for ineligible containers, and accruals for EHC fees not submitted to the Association by the registrant until the following year. Actual results could differ from these estimates.

BRITISH COLUMBIA USED OIL MANAGEMENT ASSOCIATION

(Operating as Interchange Recycling)

Notes to Financial Statements (continued)

Year ended December 31, 2023

1. Significant accounting policies (continued):

(g) Allocated expenses:

Unless specifically related to a program or administrative activity, the Association allocates certain expenses by determining management's best estimate of resources spent on program activities and administration activities each year.

The following costs are split 80/20 to Administrative costs and Program costs, respectively:

- Executive Director contract
- Other contract staff
- Legal fees

2. Accounts receivable:

	2023	2022
EHC receivable	\$ 3,501,972	\$ -
EHC accrual	801,131	4,124,086
Other accounts receivable	125,073	589,006
Due from U.S. partners	288,789	-
	<u>\$ 4,716,965</u>	<u>\$ 4,713,092</u>

BRITISH COLUMBIA USED OIL MANAGEMENT ASSOCIATION

(Operating as Interchange Recycling)

Notes to Financial Statements (continued)

Year ended December 31, 2023

3. Short-term investments:

Investment income (loss) is comprised of the following:

	2023	2022
Interest income	\$ 14,414	\$ 4,472
Dividend income	127,170	45,140
Gain (loss) on equity investments	809,127	(731,444)
Investment fees paid	(72,515)	(73,476)
	\$ 878,196	\$ (755,308)

The Association has funds invested in Canadian and International equities and guaranteed short-term investment certificates (GIC) with fixed interest rates maturing as follows:

	2023 Original cost	2023 Fair value	2022 Original cost	2022 Fair value
Dynamic Preferred Yield Class				
Sr Fund	\$ -	\$ -	\$ 825,202	\$ 783,621
Fidelity Asset Allocation				
Private Pool	1,352,324	1,570,363	1,268,137	1,453,262
Fidelity Global Asset				
Allocation Fund	2,044,781	2,255,936	1,996,453	2,016,338
Fidelity Global Growth & Value				
Fund	763,767	1,236,674	719,175	1,009,503
Fidelity Global Innovators	323,824	322,094	313,756	219,108
Fidelity Canadian Large Cap				
Fund	913,394	1,031,637	1,187,509	1,373,274
Fidelity Market Neutral				
Alternative Fund	-	-	900,000	883,838
Fidelity Multisector Bond Fund	1,322,286	1,296,525	-	-
Harvest Healthcare	67,020	80,300	73,615	82,200
PH&N High Yield Bond	327,306	305,967	327,306	297,609
RBC Core Plus Bond Pool				
Fund	1,772,261	1,617,717	2,014,574	1,766,874
	\$ 8,886,963	\$ 9,717,213	\$ 9,625,727	\$ 9,885,627

BRITISH COLUMBIA USED OIL MANAGEMENT ASSOCIATION

(Operating as Interchange Recycling)

Notes to Financial Statements (continued)

Year ended December 31, 2023

4. Property and equipment:

			2023	2022
	Cost	Accumulated amortization	Net book value	Net book value
Computer software	\$ 197,750	\$ 140,530	\$ 57,220	\$ 96,770
Furniture and fixtures	19,748	17,115	2,633	6,583
Leasehold improvements	7,386	3,939	3,447	4,924
	\$ 224,884	\$ 161,584	\$ 63,300	\$ 108,277

5. Return incentives and return collection facilities incentives payable:

	2023	2022
RI payable	\$ 1,378,814	\$ 298,197
RI accrual	509,815	934,651
RCF accrual	331,552	426,000
	\$ 2,220,181	\$ 1,658,848

6. Accounts payable and accrued liabilities:

Included in accounts payable are government payroll remittances payable of \$1,076 (2022 - \$2,932) related to payroll remittances on Directors' fees and Staff salaries.

BRITISH COLUMBIA USED OIL MANAGEMENT ASSOCIATION

(Operating as Interchange Recycling)

Notes to Financial Statements (continued)

Year ended December 31, 2023

7. Commitments:

The Association office lease agreement expires April 30, 2026. The Association currently subleases part of the office space to offset its net cost. The commitment noted below is before the sublease amounts.

The estimated minimum annual payments required under the lease agreement until expiry are as follows:

2024	\$	147,564
2025		147,564
2026		49,188
	\$	344,316

8. Ineligible containers:

The RI paid for used oil containers may include payments for ineligible containers from related products such as windshield washer fluid and fuel or oil additives. Containers for these products are currently excluded from the Association's program.

Since the containers are generally made of the same plastic as used oil containers, there is limited economic or environmental benefit in separating these containers from the used oil containers waste stream. There are also additional costs related to segregating these materials. On account of these factors, the Association has elected not to strictly enforce the removal of these containers in RI payments.

Based on studies performed by independent consultants, the Association has determined that the percentage of ineligible containers is approximately 10% (2022 - 10%) by weight. This percentage is used to estimate the amount spent on ineligible plastics. The estimated amount for the year ended December 31, 2023 is \$328,000 (2022- \$333,000).

BRITISH COLUMBIA USED OIL MANAGEMENT ASSOCIATION

(Operating as Interchange Recycling)

Notes to Financial Statements (continued)

Year ended December 31, 2023

9. Allocated expenses:

Total expenses allocated between program costs and administrative costs were as follows:

December 31, 2023	Program costs	Administrative costs	Total
Management and administrative contracts	\$ 203,721	\$ 743,734	\$ 947,455
Legal fees	371,206	199,647	570,853
	\$ 574,927	\$ 943,381	\$ 1,518,308

December 31, 2022	Program costs	Administrative costs	Total
Management and administrative contracts	\$ 143,381	\$ 576,129	\$ 719,510
Legal fees	130,366	178,995	309,361
	\$ 273,747	\$ 755,124	\$ 1,028,871

10. Financial risk management:

(a) Market risk:

Market risk refers to the risk that the fair value or future cash flow of the Association's financial instruments will fluctuate because of changes in market prices. The Association is exposed to market risk with respect to its investments. Accordingly, the value of these financial instruments will fluctuate as a result of changes in market prices, market conditions, or factors affecting the net asset values of the underlying investments. Should the value of the financial instruments decrease significantly, the Association could incur material losses upon disposal of the instruments. This risk is mitigated by diversification of portfolio holdings amongst different asset classes and by holding investments with varying maturity dates and a variety of issuers.

BRITISH COLUMBIA USED OIL MANAGEMENT ASSOCIATION

(Operating as Interchange Recycling)

Notes to Financial Statements (continued)

Year ended December 31, 2023

10. Financial risk management (continued):

(b) Credit risk:

Credit risk refers to the risk that a counterparty may default on its contractual obligations, resulting in a financial loss. The Association is exposed to credit risk with respect to accounts receivable and investments. However, the Association is not exposed to any significant concentration of credit risk due to its large registrant base. Management monitors its accounts receivable regularly and provides for any amounts that are not collectible in the allowance for doubtful accounts (note 2). The Association manages credit risk for its investments by maintaining them with Chartered Schedule I banking institutions and ensuring they are invested in accordance with the Association's Statement of Investment Policies and Procedures.

(c) Liquidity risk:

Liquidity risk is the risk an entity will encounter difficulty in meeting its obligations. The Association manages its liquidity by monitoring its expenses, working capital and capital expenditures. The Association primarily meets its liquidity requirements through the EHCs and registration fees it earns. Operating shortfalls in cashflows occasionally arise due to unforeseen events. Investments and investment income are internally restricted to cover the cost of unforeseen claims and events. The Association prepares budget and cash forecasts to ensure it has sufficient funds to fulfill its obligations. The Association expects to continue to meet future requirements through these sources.

There are no changes in risk exposure from the prior year.

11. Comparative amounts:

Certain comparative amounts have been reclassified from those previously presented to conform to the presentation of the 2023 financial statements.

Appendix

C

Independent Reasonable
Assurance Report

**BRITISH COLUMBIA USED OIL MANAGEMENT ASSOCIATION
(DBA as INTERCHANGE RECYCLING)**

INDEPENDENT REASONABLE ASSURANCE REPORT ON SELECTED NON-FINANCIAL INFORMATION
INCLUDED IN THE BRITISH COLUMBIA USED OIL MANAGEMENT ASSOCIATION'S (DBA INTERCHANGE
RECYCLING) 2023 ANNUAL REPORT

**To the Directors of
British Columbia Used Oil Management Association**

We have been engaged by the management of British Columbia Used Oil Management Association (dba Interchange Recycling) ("the Entity") to undertake a reasonable assurance engagement in respect of the following disclosures within the Entity's Annual Report for the year ended December 31, 2023 (together the "Subject Matter"):

- Location of collection facilities, and any changes in the number and location of collection facilities from the previous report in accordance with Section 8(2)(b) of BC Regulation 449/2004 (the Recycling Regulation);
- The description of how the recovered product was managed in accordance with the pollution prevention hierarchy in accordance with Section 8(2)(d) of the Recycling Regulation;
- The total amount of the producer's product sold and collected and, if applicable, the producer's recovery rate in accordance with Section 8(2)(e) of the Recycling Regulation; and,
- Performance for the year in relation to the approved targets under Section 8(2)(b), (d), and (e) of the Recycling Regulation in accordance with Section 8(2)(g) of the Recycling Regulation.

RESPONSIBILITIES

The Subject Matter is the responsibility of the Entity's management, who have prepared the Subject Matter in accordance with the evaluation criteria, which are an integral part of the Subject Matter. Our responsibility in relation to the Subject Matter is to perform a reasonable assurance engagement and to express a conclusion based on the work performed. Our audit does not constitute a legal determination on the Entity's compliance with the Recycling Regulation.

EVALUATION CRITERIA

The suitability of the evaluation criteria is the responsibility of management. The evaluation criteria presented in Appendix A are an integral part of the Subject Matter and address the relevance, completeness, reliability, neutrality and understandability of the Subject Matter.

SCOPE OF THE AUDIT

We carried out our reasonable assurance engagement in accordance with the International Standard on Assurance Engagements 3000 (ISAE 3000) published by the International Federation of Accountants (“IFAC”). This Standard requires, amongst other things, that the assurance team possesses the specific knowledge, skills and professional competencies needed to understand and audit the information included within the Subject Matter, and that they comply with the independence and other ethical requirements of the IFAC Code of Ethics for Professional Accountants.

A reasonable assurance engagement includes examining, on a test basis, evidence supporting the amounts and disclosures within the Subject Matter. A reasonable assurance engagement also includes assessing the evaluation criteria used and significant estimates made by management, as well as evaluating the overall presentation of the Subject Matter. The main elements of our work were:

- Understanding and evaluating the design of the key processes and controls for managing and reporting the Subject Matter information used by management in preparing the Annual Report Subject Matter;
- Assessing the risks that the Subject Matter may be materially misstated;
- Responding to assessed risks through testing, on a test basis, the Subject Matter information used by management in preparing the Annual Report Subject Matter;
- Procedures such as inquiring, inspecting, observing, vouching to independent sources, recalculating and re-performing procedures were performed to obtain corroborating evidence to address assessed risks linked to the Annual Report Subject Matter; and
- Evaluating the sufficiency and appropriateness of the evidence obtained.

We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

INHERENT LIMITATIONS

Non-financial performance information is subject to more inherent limitations than financial information, given the characteristics of the Subject Matter and the methods used for determining and calculating such information. Qualitative interpretations of relevance, materiality and the accuracy of data are subject to individual assumptions and judgements. Furthermore, the nature and methods used to determine such information, as well the evaluation criteria and the precision thereof, may change over time. It is important to read our report in the context of evaluation criteria.

OPINION

In our opinion, the Subject Matter for the year ended December 31, 2023 presents fairly, in all material respects, based on the evaluation criteria listed in Appendix A:

- The location of collection facilities, and any changes in the number and location of collection facilities from the previous report in accordance with Section 8(2)(b) of the Recycling Regulation;
- The description of how the recovered product was managed in accordance with the pollution prevention hierarchy in accordance with Section 8(2)(d) of the Recycling Regulation;
- The total amounts of the producer's product sold and collected and, if applicable, the producer's recovery rate calculated in accordance with Section 8(2)(e) of the Recycling Regulation; and,
- The performance for the year in relation to the approved targets under Section 8(2)(b), (d), and (e) of the Recycling Regulation in accordance with Section 8(2)(g) of the Recycling Regulation.

OTHER MATTERS

Our report has been prepared solely for the purposes of the Entity's compliance with the reporting requirements relating to Sections 8(2)(b), (d), (e) and (g) of the Recycling Regulation and is not intended to be and should not be used for any other purpose. Our duties in relation to this report are owed solely to the Entity, and accordingly, we do not accept any responsibility for loss incurred to any other party acting or refraining from acting based on this report.

Green Horwood & Co LLP

GREEN HORWOOD & CO LLP
CHARTERED PROFESSIONAL ACCOUNTANTS

Victoria, BC, Canada
May 27, 2024

Appendix A to the Independent Reasonable Assurance Report

COLLECTION FACILITIES

Section 8(2)(b) the location of its collection facilities (RCFs), and any changes in the number and location of collection facilities from the previous report, including the contents of the Appendix A – Public Recycling Centre Locations by City.

Specific Disclosures in the 2023 annual report for which evaluation criteria were developed							
Claim in the Report	Reference						
In 2023, there were 288 recycling centres located in high traffic retail locations, industrial sites, multi-material private depots (bottle depots) and local government recycling/landfill sites.	<i>Collection Network Performance</i> on page 23						
<table border="0"> <tr> <td>Year</td> <td>Number of Facilities</td> </tr> <tr> <td>2023</td> <td>288</td> </tr> <tr> <td>2022</td> <td>289</td> </tr> </table>	Year	Number of Facilities	2023	288	2022	289	Appendix 'A' on page 35-38 lists the 288 RCFs by Community.
Year	Number of Facilities						
2023	288						
2022	289						

The following definitions were applied to the assessment of the location of collection facilities, and any changes in the number and location of collection facilities from the previous report:

Collection Facility refers to locations that are owned by Program Participants (“Members”), registered collectors, local governments and not-for-profit organizations where:

- The collection facility operator(s) have a signed contract or registration form or verbal agreement with the Entity for the collection and redemption of Program Products.
- The location(s) is recorded by the Entity in a website database.

Collection Facilities include the following types of centres:

- Registered collection facilities (“RCF”) collect used oil and antifreeze materials from the do-it-yourself customer at no charge. These facilities may make a semi-annual claim to the Entity for payment for collecting used oil and/or antifreeze materials.
- Facilities that have entered into verbal agreement with the Entity and collect used oil and antifreeze materials. These facilities do not submit a RCF registration form.

Evaluation Criteria

- Reporting Period: January 1st to December 31st.
- The number of Collection Facilities and the location of each facility are documented in a database maintained by the Entity. Collection Facilities are entered into the database as of the date of registration.
- The total number of Collection Facilities is obtained by adding the total number of registered collection facilities and facilities with verbal agreements listed in the website database as of December 31st of the reporting year.
- The changes in number and location of Collection Facilities are determined by adding the total number of Collection Facilities added in the reporting year less the total number of Collection Facilities removed during the reporting year. Locations that have moved during the reporting year (i.e., an operator that closed a location to move it to a new location) are captured in the total number of collection facilities added and removed throughout the year.
- A summary reconciliation is completed at year-end identifying the Collection Facilities at the beginning of the year, changes during the year and the number of facilities at the end of the year.

PRODUCT MANAGEMENT

Section 8(2)(d) the description of how the recovered product was managed in accordance with the pollution prevention hierarchy.

Specific Disclosures in the 2023 annual report for which evaluation criteria were developed	
Claim in the Report	Reference
Collected products are managed in accordance with the Pollution Prevention Hierarchy as outlined in the BC Recycling Regulation.	<i>Product Management</i> on page 32 outlines how the Entity's products are reused and/or recycled.

The following definitions were applied to the assessment of how the recovered product was managed:

Oil – The amount of uncontaminated used oil recovered, less the water content, that is received at a used oil processing facility is reported as either reused (re-refined) or recycled.

Antifreeze – The amount of used antifreeze that is received at a used antifreeze processing facility is reported as reused (re-refined).

Filters – The amount of metal filters processed and received at a steel recycler will be reported as recycled.

Containers – The amount of containers received at a facility that manufactures plastic resin (pellets) or a steel recycler will be reported as recycled.

Evaluation Criteria

- Products collected are shipped to registered processors that are waste management companies or recyclers.

PRODUCT SOLD AND COLLECTED

Section 8(2)(e) the total amount of the producer's product sold and collected and the producer's recovery rate.

Specific Disclosures in the 2023 annual report for which evaluation criteria were developed					
Claim in the Report					Reference
	Used Oil (millions of litres)	Filters (millions of units)	Containers (million kg's)	Used Antifreeze (millions of litres)	
Sold (2023)	79.8	6.1	1.7	10.3	<i>Capture Rates in 2023 on page 29, Product Collection on page 30, 2023 Collections by Regional District on page 33, and Summary of 2023 Collection & Consumer Returns on page 34.</i>
Consumed in use	(23.4)	n/a	n/a	(6.4)	
Repurposed	(14.6)	n/a	n/a	n/a	
Available for collection	41.8	6.1	1.7	3.9	
Collection	49.8	6.2	1.8	2.3	
Capture rate	119.2%	101.8%	102.3%	59.7%	

Evaluation Criteria

Products sold

- Total products sold volumes are based on EHC remittance forms submitted by registrants on either a monthly, quarterly, or annual basis in unit sales.
- The reported sold volumes are subject to compliance reviews which are completed for all registrants on a three to four year rotational basis.
- The product sold is reconciled to the numbers published in the Annual Report.

Product recovered

- Total product recovered volumes are based on return incentive claims (RI claims) submitted by registrants.
- The reported recovered volumes are subject to Desk Review to ensure that RI claims contain required supporting documentation as per the Manual for Registered Processors and Collectors.
- The Consumed in Use amount for oil is calculated by multiplying products sold by the rate (29.3%) obtained from a 2021 independent report commissioned by the Entity using market data from 2019. The Repurposed amount was calculated by subtracting the Consumed in Use amount from products sold and multiplying the result by the rate (25.89%) obtained from a 2018 independent report commissioned by the Entity.

- The Consumed in Use amount for antifreeze is calculated by multiplying products sold by the rate (62.1%) obtained from a 2021 independent report commissioned by the Entity using market data from 2019.
- The Available for Collection amount is calculated by subtracting the Consumed in Use and Repurposed amounts, if applicable, from products sold.
- The recovery rate is presented as Capture Rate and is calculated by dividing actual collections by the amount determined to be available for collection.
- The product recovered is reconciled to the numbers published in the Annual Report.

PERFORMANCE IN RELATION TO TARGETS

Section 8(2)(g) the performance for the year in relation to targets in the approved EPR plan that relate to Section 8(2)(b), (d) and (e).

Specific disclosures in the 2023 annual report for which criteria were developed		
Disclosed Targets in the Report	Claim in the Report	Reference
<p>Targets associated with Section 8(2)(b) per Approved Stewardship Plan:</p> <p>A specific target was not identified in the approved EPR plan.</p>	<p>The Entity has identified 288 Return Collection Facilities (RCFs).</p>	<p><i>Collection Network Performance</i> on page 23</p> <p>Appendix 'A' on page 36-38 lists the 288 RCFs by Community.</p>
<p>Targets in relation to Section 8(2)(d):</p> <p>End fate for products collected</p> <p>a) Used Oil – recycled or reused</p> <p>b) Filters - recycled</p> <p>c) Containers - recycled</p> <p>d) Used Antifreeze - reused</p>	<p>The Entity describes how products are reused and/or recycled and the calculated percentage between reused and/or recycled.</p>	<p><i>End Fate for Products Collected</i> on page 31 and <i>Product Management</i> on page 32.</p>
<p>Targets in relation to Section 8(2)(e):</p> <p>Collection Targets (capture rates)</p> <p>a) Used Oil (millions of litres) – 92.2%</p> <p>b) Filters (units) – 87.0%</p> <p>c) Containers (million kgs) – 85.7%</p> <p>d) Used Antifreeze (millions of litres) – 54.4%</p>	<p>Collection Results (capture rates)</p> <p>a) Used Oil (millions of litres) – 119.2%</p> <p>b) Filters (units) – 101.8%</p> <p>c) Containers (million kgs) – 102.3%</p> <p>d) Used Antifreeze (millions of litres) – 59.7%</p>	<p><i>Capture Rates in 2023</i> on page 29 and <i>Product Collection</i> on page 30</p>

Evaluation Criteria

The following evaluation criteria were applied to the description of performance for the year in relation to the specific targets associated with Section 8(2)(b), (d) and (e) of the Recycling Regulation in the approved stewardship plan:

- Targets have been identified and reported on by management in the annual report.
- The Capture Rate targets reported were obtained from the approved stewardship plan except for antifreeze, which was updated using the Consumed in Use rate obtained from a 2021 independent report commissioned by the Entity. The Capture Rate for antifreeze using the previous and new Consumed in Use rates were reported.
- The Capture Rate calculation method is the same as that used in the approved stewardship plan (calculated by dividing actual collections by the amount determined to be available for collection).
- The comparison with the targets is supported by records maintained by the Entity.



3rd Floor – 536 Broughton Street
Victoria, British Columbia V8W 1C6
T 1.778.817.0721 F 236.237.1732

interchangerecycling.com

